



REPORT & ACCOUNTS

5924 Repd 9/1/63.

FOR THE

YEAR ENDED 31st DECEMBER,

1962

HINDUSTHAN DEVELOPMENT CORPORATION LIMITED

4, CHITTARANJAN AVENUE,

CALCUTTA - 13.

HINDUSTHAN DEVELOPMENT CORPORATION L I M I T E D

Board of Directors :

DR. N. N. LAW, M. A., Ph. D., *Chairman*
P. N. TALUKDAR, Esq., M. A. (Cantab)
P. K. BOSE Esq., M. A. (Oxon)
KUMAR DINENDRO MULLICK
DR. M. M. CHAKRABARTY, M. Sc., Ph. D.
NAWAB SIR K. G. M. FAROQUI
A. C. LAW Esq.
G. JAGANNADHA RAJU Esq.

Managing Agents :

Messrs. TALUKDAR LAW & Co. PRIVATE LTD.

Auditors :

Messrs. RAY & RAY, Chartered Accountants
6, Church Lane, Calcutta.
Messrs. G. BASU & CO., Chartered Accountants
6, Hastings Street, Calcutta.

Registered Office :

**HINDUSTHAN BUILDINGS,
4, CHITTARANJAN AVENUE,
CALCUTTA—13.**

Hindusthan Development Corporation Limited

NOTICE

Notice is hereby given that the Eighteenth Annual General Meeting of the Shareholders of Hindusthan Development Corporation Limited will be held at the Registered Office of the Company at No. 4, Chittaranjan Avenue, Calcutta, on Wednesday, the 31st July, 1963, at 10 A. M. for the following purposes :—

- (1) To receive and adopt the Directors' Report and Audited Accounts for the year ended 31st December, 1962.
- (2) To elect Directors.

Sri A. C. Law and Dr. M. M. Chakrabarty retire but being eligible offer themselves for re-election.

- (3) To consider and if thought fit to pass the following Resolution as an Ordinary Resolution :

RESOLVED that pursuant to clause (d) of Sub-section (1) of Section 293 of the Companies Act, 1956 (as amended), and all other enabling provisions (if any) the consent of the Company be and is hereby granted to the Board of Directors of the Company for borrowing monies for the purposes of the Company, from time to time, notwithstanding that the monies to be borrowed together with the monies already borrowed by the Company (apart from temporary loans obtained from the Company's Bankers in the ordinary course of business) will or may exceed the aggregate of the paid up Capital of the Company and its free reserves, that is to say, reserves not set apart for any specific purpose but so that the total amount upto which monies may be borrowed by the Board of Directors shall not at any time exceed Rupees One Crore and Fifty Lacs.

- (4) To appoint Auditors for the current year and to fix their remuneration.

The Transfer Register of the Company will remain closed from the 15th July, 1963 to 31st July, 1963 (both days inclusive).

By Order of the Directors
For Talukdar Law & Co., Private Limited.
P. N. TALUKDAR
Managing Director,
Managing Agents.

Calcutta, the 6th July, 1963

N. B.—Any member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member.

Explanatory Statement

Item No. 3

The resolution is intended to provide the Board of Directors with the necessary authority to enable them to borrow monies from time to time for the Company's business in excess of the paid up capital of the Company and its free reserves pursuant to Section 293(1)(d) of the Companies Act 1956.

REPORT OF THE DIRECTORS
OF
Hindusthan Development Corporation Limited

For the year ended 31st December, 1962.

To

The Shareholders,

Your Directors beg to submit their Eighteenth Annual Report, together with the audited Accounts of the Company for the year ended the 31st December, 1962.

The Profit & Loss Account of the Company for the year under review shows that, after providing for depreciation to the extent of Rs. 6,42,797-81 nP. there is a net loss of Rs. 9,51,546-73 nP. After adding to this amount the wealth Tax Balance of Rs. 3,698-26 nP. for 1958 and setting off the sum of Rs. 1,35,000-00 outstanding on the General Reserve, together with Rs. 1,71,881-21 nP. brought forward from the previous year and profit on sale of assets of Rs. 6,790-00 there remains a residual debit balance of Rs. 6,41,573-78 nP. Your Directors propose that after making a provision for Development Rebate Reserve of Rs. 7,750-00 the residual debit balance of Rs. 6,49,323-78 nP. be retained on this account to be carried forward to the next year. It may be mentioned that while computing the accounts, the Company's contract works-in-progress have been valued at their relevant selling prices. The reason is that at end of the year sufficient progress was made on a number of large jobs contracted for and it was estimated that they might take a year or more to be completed. Hence, it was decided that proportionate profits on these contract jobs be taken into account.

There has been a considerable decline in the Company's earnings during the year under review. The basic reason for this reverse is that the units run by it are such that production in each case is dependent on raw materials, supplies of which generally are either erratic due to abnormal market conditions, or not freely available owing to strict Government control.

For the lack of supplies of steel materials for fabrication, the Company's Engineering Factory had to face the worst handicaps, and in consequence its working result fell much below the normal expectation. The Sleeper Department, which is the most profit-earning unit in the factory and has been designed exclusively for fabricating Steel Sleepers for the Indian Railways, had to contend with a perpetual difficulty in obtaining adequate supplies of sleeper bars from the Government. There was hardly a month's supply of bars at the beginning of the year, and the prospects of getting further replenishments at regular intervals being remote, production had to be restricted and spread over a long period to avoid a complete shut down of this section. The Government planned to maintain a regular flow of sleeper bars to the Company from the Bhilai steel Plant, but consignments started to arrive so late in the year, and in such small quantities, that output could not be brought up to an economic rate at any time. The position in this respect still continues to be somewhat uncertain. Although a substantial supply of bars was received in December last, production again came to a standstill within a few months thereafter, owing to the stocks of raw materials not having been augmented in regular succession.

The Points and Crossings Section, which is the next major unit of the Company's Engineering Factory, also suffered from the uncertainties of supplies of raw materials. The orders for the supply of rails required for the purpose were originally placed with the Indian Iron & Steel Co. Ltd., but there being a sudden break down of their plant, they had to be diverted to Tata Steel. The completion of the formalities entailing the switch over from one supplier to the other, however, absorbed a considerable time, and due to the lack of supplies of rails in the interim, production had to be suspended for a few months. Furthermore, when supplies eventually arrived, the connected matching materials were hardly available. The Points and Crossings Section, therefore, had to work spasmodically throughout the year under review, and the results achieved were far from satisfactory. Similar was the case with the Structural Department which also, being dependent on the supply of steel materials, received a serious set back last year. However, the supply position has appreciably improved at present and production in both Points & Crossings and Structural Sections has been satisfactory during the last few months in the current year.

The project for the manufacture of Shortwall Coalcutters under the collaboration arrangement concluded in 1961 between your Company and British Jeffrey Diamond Ltd. of the United Kingdom could not unfortunately make much headway. The necessary licence for the import of components and patterns

could not be obtained during the period under report, because of the distressing apathy of the Government Departments concerned and their lack of expedition in dealing with such matters. Although an import license for components to the value of Rs. 4 lacs has eventually come through, the issue of a Customs Clearance Certificate for the patterns supplied by the foreign collaborators free of charge has taken about six months to be finalised. Since no useful purpose could be served by the mere import of components without obtaining the patterns first, the progress of the project has necessarily been hampered due to the delay in securing the latter. Efforts, however, are being made to finalise all aspects of this project expeditiously, and better results are expected from it during the current year. The performance of the Mechanical Shop was more satisfactory last year than in the previous accounting periods. It is hoped that with the coalcutters coming into production, the Shop is likely to work on a more profitable basis.

Besides the shortage of steel materials which, in many cases, was aggravated by transport bottlenecks, compulsory restrictions on the use of electric power hampered production in all the engineering units intermittently throughout the year. Furthermore, an extreme dearth of welding electrodes, which posed a problem for the engineering industry as a whole, produced a serious repercussion resulting in substantial loss of output. Again, while production generally suffered for the aforesaid reasons, a significant factor, that had an adverse effect on the Company's working and inflated costs, was the fact that the Company had to carry its full load of labour in all the units of the Engineering Factory due to the impracticability of retrenchment or lay-off of any section of workers in anticipation of the arrival of supplies at any time. There was also a Tripartite Agreement, concluded in the wake of the national emergency, which completely fettered the Company's discretion to retrench or lay-off any worker.

The problems of the Vanaspati Factory continued to be as acute as before. Like the Company's engineering unit, its working is also largely affected by the vagaries of supplies of raw materials. The growing inadequacy of vegetable oils, particularly ground-nut oil, which is the principal ingredient of vanaspati, has created a perpetual imbalance in the demand and supply of these commodities. Prices of oils are, therefore, constantly subject to wild fluctuations and generally rule very high, which would be evident from the fact that while foodgrain prices in the last six year have risen by 11%, prices of vegetable oils on an average have shot up by not less than 37%. As is generally well known, the vanaspati industry as a whole earns the lowest return on its invested capital, and has little margin available to absorb the wide fluctuations in prices of oils, especially that of ground nut oil, used for hydrogenation. Therefore, unless urgent measures are taken on a national scale to check wide variations in prices of vegetable oils by alleviating the insufficiency of oil supply in the country, vanaspati manufacturers will have to remain in a frustrating predicament. From the point of view of production, a further depressing factor is that the total installed capacity for the manufacture of vanaspati in India far exceeds its consumption potential. As a result, there is an unhealthy competition amongst a section of vanaspati dealers to reduce the prices of the products, which is a disquieting trend that adversely affects the working of the factory. In this matter the Vanaspati Manufacturers Association are no doubt playing a very useful role to stabilise prices by regulating production and distribution as evenly as possible. Nevertheless, the industry's prospects for the current year do not yet appear reassuring. With fluctuations in prices of vegetable oils remaining unchecked and that of the hydrogenated products being voluntarily controlled by manufacturers at the instance of Government, despite increases in fiscal levies, the profitability of the industry still seems to be rather illusory.

Directorate: Sri A. C. Law and Dr. M. M. Chakrabarty retire, but being eligible offer themselves for re-election.

Auditors: Messrs. Ray & Ray and Messrs. G. Basu & Co., the retiring Auditors, offer themselves for re-election.

Subsidiary Companies: The last Audited Balance Sheets and Profit & Loss Accounts of the subsidiary Companies together with the Directors' Report are annexed.

For Hindusthan Development Corporation Ltd.

For Talukdar Law & Co. Private Ltd.

P. N. TALUKDAR

Managing Director.

Managing Agents.

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW
D. N. MULLICK
M. CHAKRABARTY

}
Directors.

AUDITORS' REPORT

To
The Shareholders,
Hindusthan Development Corporation Limited.
4, Chittaranjan Avenue.
Calcutta-13.

Dear Sirs,

We have audited the attached Balance Sheet of **Hindusthan Development Corporation Ltd.**, as at 31st December, 1962 and also the annexed Profit & Loss Account of the Company for the year ended on that date, and report that :

- (1) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (2) In our opinion proper books of accounts as required by law have been kept by the Company, so far as appears from our examination of the books.
- (3) The Balance Sheet and Profit & Loss Account dealt with by the report are in agreement with the books of accounts.
- (4) In our opinion and to the best of our information and according to the explanations given to us, the accounts read with notes appearing in Balance Sheet and Profit & Loss Account give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view : (a) in the case of the Balance Sheet of the state of the affairs of the Company as at 31st December, 1962 and (b) in the case of the Profit & Loss Account, of the Loss for the year ended on that date.

G. BASU & CO.,
Chartered Accountants
6, Hastings Street,
Calcutta
The 6th July, 1963.

Auditors.

RAY & RAY
Chartered Accountants
6, Church Lane
Calcutta
The 6th July, 1963

Auditors.

HINDUSTHAN DEVELOPMENT
Balance Sheet as at

Figures for the
Previous Year,
i.e. as at 31st
December, 1961

LIABILITIES

Rs. nP.

99,20,700 00 **Share Capital—**
As per Schedule "A"

Figures for the
Current Year
i.e. as at 31st
December, 1962

Rs. nP.

99,21,200 00

6,10,942 08 **Reserves & Surplus—**
As per Schedule "B"

3,11,810 87

90,43,834 60 **Secured Loans—**
As per Schedule "C"

1,04,26,605 43

7,80,035 50 **Unsecured Loans—**
As per Schedule "D"

8,97,610 50

64,87,606 30 **Current Liabilities & Provisions—**
As per Schedule "E"

70,96,663 93

2,68,43,118 48

Total Rs. **2,86,53,890 73**

Note :—The figures of 1961 have been regrouped to conform with the re-classification required for 1962 as far as practicable.

In terms of our annexed report of even date.

G. BASU & CO.,
Chartered Accountants
6, Hastings Street, Calcutta.
The 6th July, 1963.

Auditors.

RAY & RAY
Chartered Accountants.
6, Church Lane, Calcutta.
The 6th July, 1963.

Auditors.

CORPORATION LIMITED

31st December, 1962.

Figures for the
Previous Year,
i.e. as at 31st
December, 1961

Rs. nP.

78,84,632 08 **Fixed Assets—**

As per Schedule 'F'

ASSETS

Figures for the
Current Year
i.e. as at 31st
December, 1962

Rs. nP.

73,44,792 33

30,65,584 81 **Investments—**

As per Schedule "G"

30,65,584 81

1,58,92,901 59 **Current Assets, Loans & Advances**

As per Schedule "H"

1,75,57,309 81

Miscellaneous Expenditure—

Profit and Loss Account—

As per Annexed Account

Rs. nP.

6,49,323 78

Expenses on Borrowings—

(to the extent not written off)

36,830 00

6,86,203 78

2,68,43,118 48

Total Rs. 2,86,53,690 73

For Hindusthan Development Corporation Ltd.

For Talukdar Law & Co. Private Ltd.

P. N. TALUKDAR

Managing Director.

Managing Agents.

N. LAW

P. N. TALUKDAR

P. K. BOSE

A. C. LAW

D. N. MULJICK

M. CHAKRABARTY

Director

HINDUSTHAN DEVELOPMENT
Profit and Loss Account for the

Figures for the Previous Year, ending 31st December, 1961				Figures for the Current Year ending 31st December, 1962	
Rs.	nP.	Rs.	nP.	Rs.	nP.
45,46,158	61	To Opening Stock— Finished Goods Work-in-Progress		34,75,445	34 1,47,272 03
2,70,53,280	47	.. Consumption of Raw Materials— Opening Stock Add Purchases		34,67,555 00 2,51,42,644 13 2,86,10,199 13	
		<i>Less—Closing Stock as per Balance Sheet</i>		33,83,825 00	2,52,26,374 13
21,53,507	50	.. Consumption of Stores & Spare Parts		.....	22,66,316 27
4,88,071	40	.. Electricity, Power & Fuel		.....	5,36,440 74
28,39,392	33	.. Payments to & Provision for Employees— Salary, Wages, Bonus, etc. Contribution to Provident Fund & Other Funds Workmen & Staff Welfare Expenses		30,62,743 42 1,36,003 84 67,050 45	32,65,799 71
1,68,534	10	.. Cost of work done by Subcontractors and Others		.....	18,26,427 57
66,167	15	.. Excise Duty— Paid during the year <i>Less—Recovered</i>		18,02,240 76 16,79,487 98	1,22,752 78
75,953	95	.. Repairs to— Buildings & Structures Plant & Machinery Others		2,103 65 69,471 91 6,398 82	77,974 38
55,500	65	.. Rent Rates & Taxes		37,173 65 12,032 79	49,206 44
53,893	92	.. Insurance		.....	47,371 95
96,969	17	.. Commission & Brokerage— Commission paid to other selling agents Brokerage & Discount on sales		37,396 80 49,259 85	86,656 65
1,79,566	27	.. Freight & Transport		.....	2,49,160 06
6,64,201	92	.. Depreciation on Fixed Assets		6,42,797 81
6,600	00	.. Directors' Fees		6,000 00
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3,84,49,797.44				Carried Over
					3,91,25,995 86

CORPORATION LIMITED
year ended 31st December, 1962.

Figures for the Previous Year ending 31st December, 1961		Figures for the Current Year ending 31st December, 1962			
Rs.	nP.	Rs.	nP.		
3,53,48,861	78	.....	3,31,76,999	73
47,22,717	37	.. Closing Stock as per Balance Sheet			
		Finished Goods	17,70,013	00	
		Works-in-Progress	44,40,730	00	
1,00,577	12		62,10,743	00	
		.. Income from Investments—(Net)			
		Dividend from Subsidiaries	8,420	30	
		Dividend from Others	92,562	12	
81	37		1,00,982	42	
3,000	00	.. Interest	.....	14 69
28,272	88	.. Rent	.....	...
		.. Miscellaneous Income	40,817	84
...		.. Balance being Net Loss for the year carried down	9,51,546	73
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4,02,03,510	52	Carried Over		
			4,04,81,104	41	

HINDUSTHAN DEVELOPMENT
Profit and Loss Account for the

Figures for the Previous Year ending 31st December, 1961				Figures for the Current Year ending 31st December, 1962		
Rs.	nP.			Rs.	nP.	
3,84,47,797	44		Brought forward	.....	
6,23,218	54	To Interest— (a) On Fixed Loan (b) .. Bank Overdraft/Cash Credit, etc.		1,80,278	66	
20,625	00	.. Payment to Auditors— (a) Audit Fees (b) For other services rendered		4,93,671	98	
3,80,473	86	.. Sales Tax	6,000	00		
44,377	00	.. Bad Debts Written off	15,000	00	21,000	00
2,87,154	86	.. Miscellaneous Expenses			3,02,615	86
30,000	00	.. Managing Agents' Commission (Minimum Remuneration)			28,953	02
3,69,863	82	.. Balance being Net Profit for the year carried down			2,98,589	03
					30,000	00
					...	
4,02,03,510	52		Total Rs.	.....	4,04,81,104	41
		To Balance being Net Loss for the year brought down—				
		To Wealth Tax—Balance for 1958	.....		9,51,546	73
		To Provision of Taxation—	.....		3,698	26
1,80,000	00	To Development Rebate Reserve—	....		...
16,200	00	To Provision for Bad & Doubtful Debts—	....		7,750	00
30,000	00	To Balance Carried to Balance Sheet	....		...
					...	
3,98,081	21		Total Rs.	.....	9,62,994	99

Notes :

1. Expenses reimbursed to Managing Agents u/s 354 of the Companies Act, 1956—As sanctioned by the Board of Directors.
2. Managerial remuneration to Managing Agents u/s 198 of the Companies Act, 1956—
3. Director's Fees received by the Directors of the Managing Agents —
4. Work-in-Progress of Engineering Factory has been valued at cost or estimated market price instead of at cost or estimated market price whichever is lower. This change in the basis of valuation has resulted in excess credit of an estimated amount of Rs. 2,74,000/- to Profit & Loss Account. In the absence of detailed cost records, quantity and valuation of work-in-progress of Vanaspati factory have been based on cost estimates.
5. Figures for 1961 have been regrouped to conform with the re-classification for 1962 as far as practicable.

G. BASU & CO.,
Chartered Accountants } Auditors.

6, Hastings Street, Calcutta.
The 6th July, 1963.

From the Company		From Subsidiaries	
Rs.	nP.	Rs.	nP.
73,255	46	36,765	25
30,000	00	20,000	00
2,400	00	2,108	00

RAY & RAY
Chartered Accountants } Auditors.
6, Church Lane, Calcutta.
The 6th July, 1963.

CORPORATION LIMITED
year ended 31st December, 1962.

Figures for the Previous Year ending 31st December, 1961		Figures for the Current Year ending 31st December, 1962	
Rs.	nP.	Rs.	nP.
4,02,03,510	52	Brought forward	.....
			4,04,81,104 41
4,02,03,510	52	Total Rs.	.....
3,69,863	82	By Balance being Net Profit for the year brought down	....
19,223	39	.. Balance as per last Balance Sheet	....
...		.. General Reserve Transferred	....
8994	00	.. Profit on Sale of fixed Assets	....
...		.. Profit on Sale of Investments	....
		.. Balance carried to Balance Sheet	....
3,98,081	21	Total Rs.	.....
			9,62,994 99

Hindustan Development Corporation Ltd.

For Talukdar Law & Co. Private Ltd.

P. N. TALUKDAR

Managing Director.

Managing Agents.

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW
D. N. MULLICK
M. CHAKRABARTY

HINDUSTHAN DEVELOPMENT CORPORATION LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962.

Figures for the
Previous Year
i. e. as at 31st
December, 1961

Rs. nP.

SHARE CAPITAL—

Authorised—

<u>5,00,00,000 00</u>	50,00,000 Equity Shares of Rs. 10/- each	5,00,00,000 00
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Issued—

<u>1,50,00,000 00</u>	15,00,000 Equity Shares of Rs. 10/- each	1,50,00,000 00
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Subscribed—

97,90,950 00	9,79,195 Equity Shares of Rs. 10/- each fully called up and paid up	97,91,950 00
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1,29,750 00	Add Forfeited Shares	1,29,250 00
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<u>99,20,700 00</u>	<u>99,21,200 00</u>
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For Hindusthan Development Corporation Ltd.

For Talukdar Law & Co. Private Ltd.

P. N. TALUKDAR

Managing Director.

Managing Agents.

Schedule "A"

Figures for the
Current Year
i. e. as at 31st
December, 1962

Rs. nP.

N. LAW P. N. TALUKDAR P. K. BOSE A. C. LAW D. N. MULLICK M. CHAKRABARTY	} Directors
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HINDUSTHAN DEVELOPMENT CORPORATION LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962.

Figures for the
Previous Year,
i. e. as at 31st
December, 1961

Schedule "B"

Figures for the
Current Year
i. e. as at 31st
December, 1962

Rs.	nP.	RESERVES & SURPLUS—	Rs.	nP.	Rs.	nP.
1,24,023	87	(i) Capital Reserve As per last account			1,24,023	87
1,35,000	00	(ii) General Reserve— As per last account	1,35,000	00		
		Less transferred to Profit & Loss account	1,35,000	00		
20,000	00	(iii) Reserve for contingencies— As per last account			20,000	00
1,60,037	00	(iv) Development Rebate Reserve— As per last Account	1,60,037	00		
		Add--Amount transferred from Profit & Loss Account	7,750	00	1,67,787	00
1,71,881	21	(v) Profit and Loss Account			Nil	
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6,10,942	08				3,11,810	87
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For Hindusthan Development Corporation Ltd.

For Talukdar Law & Co. Private Ltd.

P. N. TALUKDAR
Managing Director.
Managing Agents.

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW
D. N. MULLICK
M. CHAKRABARTY } Directors

HINDUSTHAN DEVELOPMENT CORPORATION LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962.

Figures for the
Previous Year,
i. e. as at 31st
December, 1961

Schedule "C"

Figures for the
Current year
i. e. as at 31st
December, 1962

Rs. nP.

Rs. nP. Rs. nP.

SECURED LOAN

I. From Banks

A.	Punjab National Bank Ltd. New Market Branch, Calcutta.		
29,47,746 09	Secured by hypothecation of Company's stock-in-trade i. e. raw materials finished goods stock in process (Vanaspatti Factory) and Guaranteed by— (i) Talukdar Law & Co. Private Ltd., Managing Agents. (ii) Sri P. N. Talukdar, a Director of the Company in his personal capacity.	29,60,526 53	
B.	Punjab National Bank Ltd. New Market Branch, Calcutta. Secured by mortgage of land, buildings, plant & machineries and other fixed assets of both Vanaspatti Factory and Engineering Factory, and guaranteed by (i) Talukdar Law & Co. Private Ltd. Managing Agents (ii) Sri P. N. Talukdar, a Director of the Company in his personal capacity.	30,00,000 00	
...			
C.	Punjab National Bank Ltd., New Market Branch, Calcutta. Secured by depositing bills drawn on Govt. and Private customers and guaranteed by (i) Talukdar Law & Co. Private Ltd., Managing Agents. (ii) Sri P. N. Talukdar, a Director of the Company, in his personal capacity.	6,39,608 09	
...			
D.	United Bank of India Ltd. 4, Clive Ghat Street, Calcutta. Secured by Govt. bills with Railway Receipts or accepted challans and Inspection Notes for supply of finished products to different Govt. Departments.	...	
1,58,669 92			
E.	United Bank of India Ltd., Royal Exchange Branch, 10, Netaji Subhas Road, Calcutta. Secured by way of discounting documentary bills drawn on Private customers and guaranteed by— (i) Talukdar Law & Co. Private Ltd., Managing Agents. (ii) Sri P. N. Talukdar, a Director of the Company.	19,750 00	
61,390 00			
F.	United Bank of India Ltd. 4, Clive Ghat Street, Calcutta. Secured by pledge of 3,000 Equity Shares of Hindusthan General Insurance Society Ltd. of Rs. 100/- each, Rs. 50/- per Share paid up.	1,17,964 40	67,37,849 02
1,11,461 70			
32,79,267 71	Carried over ...	67,37,849 02	

HINDUSTHAN DEVELOPMENT CORPORATION LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962.

**Figures for the
Previous Year,
i. e. as at 31st
December, 1961**

Schedule "C" - Contd

**Figures for the
Current year
i. e. as at 31st
December, 1962**

Rs. nP.	Rs. nP.
32,79,267 71	Brought forward
4,15,942 89	G. Punjab National Bank Ltd., New Market Branch, Calcutta. Secured by Depositing documentary bills drawn on Govt. & Private customers and guaranteed by— (i) Talukdar Law & Co. Private Ltd., Managing Agents. (ii) Sri P. N. Talukdar, a Director of the Company in his personal capacity
33,98,624 00	H. Punjab National Bank Ltd. New Market Branch, Calcutta. Secured by hypothecation of all stocks and stores, including raw materials, finished and partly finished goods lying at the Engineering Section of the Company at Tiljala Road and guaranteed by— (i) Talukdar Law & Co. Private Ltd., Managing Agents. (ii) Sri P. N. Talukdar, a Director of the Company in his personal capacity
10,00,000 00	2 From Others (a) M/s. Jagannath Roy & Balaram Roy, 53/B, Sovabazar Street, Calcutta-7. Secured by Mortgage of land, building, machinery and other properties and assets of the Company's Vanaspati Factory as set out in the Mortgage Deed dated the 11th November, 1952.
9,50,000 00	(b) Industrial Finance Corporation of India, Calcutta. Secured by Mortgage of all the moveable and immovable assets (save and excepting Raw Materials, Stock-in-process and finished and unfinished products) of the Company's two Engineering Factories No 1 & 2 and a second charge on the existing as well as future fixed assets of Vanaspati Factory as also pledge of shares of the paid up value of Rs. 1,14,500/- in James Murray & Co. Ltd., a Subsidiary of the Company and personal guarantee of Sri P. N. Talukdar, a Director of the Company.
90,43,834 60	Nil
	Nil
	1,04,26,605 43

For Hindusthan Development Corporation Ltd.

For Talukdar Law & Co. Private Ltd.

P. N. TALUKDAR

*Managing Director.
Managing Agents.*

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW
D. N. MULLICK
M. CHAKRABARTY

Directors

HINDUSTHAN DEVELOPMENT CORPORATION LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962.

Figures for the
Previous Year
i. e. as at 31st
December, 1961

Schedule "D"

Figures for the
Current Year
i. e. as at 31st
December, 1962

Rs.	nP.	Rs.	nP.
UNSECURED LOAN—			
7,02,085	50	1. From Others	7,26,597 00
		Interest accrued & due	92,563 50
77,950	00	2. Security Deposit	8,19,160 50
<hr/>	<hr/>	<hr/>	<hr/>
7,80,035	50	Rs.	8,97,610 50

For Hindusthan Development Corporation Ltd.

For Talukdar Law & Co. Private Ltd.

P. N. TALUKDAR

Managing Director.

Managing Agents.

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW
D. N. MULLICK
M. CHAKRABARTY

} Directors,

HINDUSTHAN DEVELOPMENT CORPORATION LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962.

**Figures for the
Previous Year
i. e. as at 31st
December, 1961**

Schedule "E"
Current Liabilities & Provisions

**Figures for the
Current Year
i. e. as at 31st
December, 1962.**

Rs. nP.	Rs. nP.
A. CURRENT LIABILITIES--	
33,37,123 32	1. Sundry Creditors 25,12,256 04
	2. Interest accrued but not due
8,215 84	On Secured Loans Nil
	On Unsecured Loan 4,042 50
20,43,569 96	3. Other Liabilities 36,80,090 72
2,03,610 58	4. In Current Account with M/s. Talukdar Law & Co. Private Ltd., Managing Agents 31,610 70
3,507 46	5. Subsidiary Companies 15,831 00
2,24,332 14	6. Unclaimed Dividend 2,15,407 97
B. PROVISIONS--	
6,67,247 00	Provisions for Taxation
	1959 C. Y. 80,000 00
	1960 C. Y. 4,41,000 00
	1961 C. Y. 1,80,000 00 7,01,000 00
<i>Less -- Advance Tax Paid U/S 210 of I. T. 1961 C. Y. Rs. 33,753 00</i>	
<i>Act 1961 1962 C. Y. Rs 29,822 00 63,575 00 6,37,425 00</i>	
64,87,606 30	70,96,663 93

Contingent Liabilities in respect of :

1. Uncalled Capital on Equity Shares of Hindusthan Heavy Chemicals Ltd., and Hindusthan General Insurance Society Ltd., Rs. 12,01,150/-
2. Claims against the Company not acknowledged as Debts amounting to Rs. 44,075-34 nP.
3. Guarantee given to Industrial Finance Corporation of India against deferred payment for Import of Plant and Machinery by Messrs Hindusthan Heavy Chemicals Ltd., a subsidiary Company, amounting to Rs. 32,39,000/- Further investments in Equity Shares of Hindusthan-Pilkington Glass Works Ltd., (per contra) amounting to Rs. 10,10,300/- have been pledged with Industrial Finance Corporation of India as security against above-mentioned guarantee.

*For Hindusthan Development Corporation Ltd.
For Talukdar Law & Co. Private Ltd.*

P. N. TALUKDAR
*Managing Director,
Managing Agents.*

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW
D. N. MULLICK
M. CHAKRABARTY

Directors.

HINDUSTHAN DEVELOPMENT

Schedule forming part of the Balance Sheet

Fixed Assets

Schedule

Description of Assets	Cost to 31st December, 1961		Amount added on revaluation of Assets on 31st December, 1957		Sub-Total		Additions during the year ending 31st December, 1962		Adjustment being sale of Assets during the year ending 31st December, 1962	
	Rs.	nP.	Rs.	nP.	Rs.	nP.	Rs.	nP.	Rs.	nP.
Land	...	7,59,003 98	9,35,380 34	16,94,384 32	...	...	...	...	...	...
Buildings	...	30,33,709 31	2,99,813 37	33,33,522 68	10,992 77	;	...	...	...	...
Railway Siding	...	75,117 80	...	75,117 80	...	...	...	...	...	...
Machinery	...	56,90,216 62	...	56,90,216 62	41,887 02	;	11,122 00	;	;	;
Electric Installation, Water System and Sanitation	...	4,21,935 99	...	4,21,935 99	1,417 00	;	...	...	...	...
Soap Machinery	...	2,09,572 41	...	2,09,572 41	9,790 47	;	...	...	...	...
Tools & Equipments	...	2,55,853 04	...	2,55,853 04	...	...	...	...	...	...
Motor Car & Vehicles	...	2,33,555 17	...	2,33,555 17	39,920 01	;	28,147 40	;	;	;
Furnitures & Fixtures	...	2,16,939 79	...	2,16,939 79	13,411 79	;	...	...	...	...
Total Rs.	...	1,08,95,904 11	12,35,193 71	1,21,31,097 82	1,17,419 06	;	39,269 40	;	;	;
Figures for the previous year i. e. as at 31st December, 1961.		1,06,32,410 94	12,35,193 71	1,18,67,604 65	3,44,075 17	;	80,582 00	;	;	;

CORPORATION LIMITED

as at 31st December, 1962.

“F”

Total Book Value to 31st December, 1962	Depreciation provided upto 31st December, 1961		Depreciation provided for the year ending 31st December, 1962		Adjustment of Depreciation in respect of items sold during the year ending 31st December, 1962		Total Depreciation provided upto 31st December, 1962	Net Value of Assets as at 31st December, 1962	Figures for the previous year i. e. as at 31st December, 1961	
	Rs.	nP.	Rs.	nP.	Rs.	nP.			Rs.	nP.
16,94,384 32			16,94,384 32	16,94,384 32	
33,44,515 45			9,21,309 93		1,72,686 52		...	10,94,256 45	22,50,259 00	24,11,952 75
75,117 80			17,148 80		4,058 00		...	21,206 80	53,911 00	57,969 00
57,20,981 64			26,50,391 62		3,75,820 02		3,622 00	30,22,589 64	26,98,392 00	30,39,825 00
4,23,352 99			1,93,195 99		21,086 00		...	2,14,281 99	2,09,071 00	2,28,740 00
2,19,362 88			1,06,601 41		16,791 47		...	1,23,392 88	95,970 00	1,02,971 00
2,55,853 04			1,28,471 04		12,408 00		...	1,40,879 04	1,14,974 00	1,27,382 00
102,45,327 78			1,51,051 17		23,733 01		21,186 40	1,53,597 78	91,730 00	82,504 00
1,23,0351 58			18,035 78		16,214 79		...	94,250 57	1,36,101 01	1,38,904 01
1,22,09,247 48			42,46,465 74		6,42,797 81		24,808 40	48,64,455 15	73,44,792 33	78,84,632 08
1,21,31,097 82			36,01,846 82		6,64,201 92		19,583 00	42,46,465 74	78,84,632 08	...

1. The following accounts have been regrouped.
 - (a) “Laboratory Equipment” merged into “Tools & Equipments”
 - (b) “Office Equipment” merged into “Furniture & Fixtures”.
2. A portion of the land at Palta has been sold to Hindusthan Stanley Ltd. and another portion sold to Palta Industries Private Ltd., but formal deeds of conveyance have not yet been executed ; as such no adjustment of sale of land has been made in the accounts.
3. Profit or Loss on sale of Machinery could not be adjusted in the accounts in the absence of original cost, depreciation provided upto the date of sale etc.

For Hindusthan Development Corporation Ltd.

For Talukdar Law & Co Private Ltd.

P. N. TALUKDAR

Managing Director.

Managing Agents.

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW
D. N. MULLICK
M. CHAKRABARTY

Directors

HINDUSTHAN DEVELOPMENT

Schedule forming part of the Balance Sheet

Investments—At cost

SCHEDULE

Figures for the
previous year
i. e. as at 31st
December, 1961.

PARTICULARS

Rs. nP.

OTHER INVESTMENTS—

(i) In fully paid shares of Joint Stock Companies

(a) Subsidiary & Same Group Company

1,51,784 00 Hindusthan Heavy Chemicals Ltd., Managing Agents,
Talukdar Law & Co. Private Ltd.

(b) Same Group Company—

10,14,430 00 Hindusthan-Pilkington Glass Works Ltd., Managing Agents,
Talukdar Law & Co. Private Ltd.

1,00,000 00 Hindusthan Stanley Ltd.
Secretary & Treasurer : Talukdar Law & Co., Private Ltd.

(c) Subsidiary Company—

3,37,668 81 James Murray & Co. Ltd.

(d) Others—

2,51,875 00 Hindusthan Building Society Ltd.

(ii) In partly paid shares of Joint Stock Companies 50% called and paid up—

10,59,827 00 (a) Subsidiary & same Group Company—
Hindusthan Heavy Chemicals Ltd., Managing Agents,
Talukdar Law & Co. Private Ltd.

(b) Same Group Company

1,50,000 00 Hindusthan General Insurance Society Ltd.

30,65,584 81

Note : (1)

Book Value	Market value		Book Value	Market Value
10,14,430 00	30,43,290 00	(a) Quoted Investment	10,14,430 00	19,78,138 50
20,51,154 81	.....	(b) Unquoted Investment	20,51,154 81	.....
30,65,584 81			30,65,584 81	

(2) The investment of Rs. 1 lac in the Share Capital of Hindusthan Stanley Ltd. exceeds the limit fixed by Section 372 of the Companies Act 1956, owing to the fact that a part of the issued Capital of Rs. 10 lacs of that Company has not yet been subscribed by their foreign collaborators, Messrs W. F. Stanley Ltd. pending completion of the exchange control formalities.

CORPORATION LIMITED

as at 31st December, 1962.

“G”

**Figures for the Current
Year i. e. as at 31st
December, 1962.**

For Hindusthan Development Corporation Ltd.

For Talukdar Law & Co. Private Ltd.

P. N. TALUKDAR

MANAGING DIRECTOR

Managing Agents.

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW
D. N. MULLICK
M. CHAKRABARTY

Directors.

HINDUSTHAN DEVELOPMENT CORPORATION LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962.

Schedule "H"

Current Assets, Loans & Advances as at 31st December, 1962.

Figures for the
previous Year
i. e. as at 31st
December, 1961

Figures for the
current Year
i. e. as at 31st
December, 1962

Rs.	nP.	Rs.	nP.	Rs.	nP.	
A. Current Assets—						
91,39,225	53	1. As taken, valued & certified by Managing Agents—				
		(a) Stock of Stores & Spares parts at cost	...	8,27,460	19	
		(b) Loose Tools at Cost	...	1,07,518	00	
		(c) Raw Materials at Cost and/or Controlled rate	...	33,83,825	00	
		(d) Finished Products at or below selling price	...	17,70,013	00	
		(e) Work-in-Progress at cost or estimated market price whichever is lower	7,13,104	00		
		(f) Work-in-progress at cost or at estimated market price	37,27,626	00	44,40,730	00
		(g) Goods in Transit at Cost	—	—	42,725	58
					1,05,72,271	77
52,93,372	02	2. Sundry Debtors—				
		(a) Outstanding for a period exceeding six months	...	20,92,575	72	
		(b) Other Debts	...	26,91,239	03	
					47,83,814	75
3,98,024	87	3. Cash & Bank Balances—				
		(a) Cash in hand	...	8,780	19	
		(b) Imprest Cash	...	2,401	67	
		With Scheduled Banks—				
		(a) In Current Account	...	21,136	27	
		(b) In Margin Account	...	48,750	00	
		(c) In Dividend Account	...	1,159	00	
		(d) Deposit at call	...	10,00,000	00	
					10,82,227	13
1,48,30,622	42				1,64,38,313	65
11,42,279	17	B. Loans & Advances—				
		4. Advances recoverable in cash or in kind or for value to be received (including unaccounted sum for wages kept in suspense Rs. 59,124 90 Figures for the previous year Rs. 59,124 90)		5,60,697	08	
		5. Security Deposit	...	2,08,703	00	
		6. Advances to Subsidiaries	...	4,07,783	08	
		7. Income Tax Recoverable	...	21,813	00	
		Less Provision for Bad and Doubtful Debts	...		11,98,996	16
80,000	00				1,76,37,309	81
1,58,92,901	59				80,000	00
			Rs. ...		1,75,57,309	81

HINDUSTHAN DEVELOPMENT CORPORATION LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962.

Schedule "H" Contd.

Current Assets, Loans & Advances as at 31st December, 1962.

Figures for the
previous year
i. e. as at 31st
December, 1961.

Figures for the
current year
i. e. as at 31st
December, 1962

Sundry Debtors		Loans & Advances		Particulars	Sundry Debtors		Loans & Advances	
Rs.	nP.	Rs.	nP.		Rs.	nP.	Rs.	nP.
77,000	00	...		(a) Debts considered good in respect of which the Company is fully secured	...		50,000	00
51,55,536	75	10,83,151	27	(b) Debts considered good in respect of which the Company holds no security other than the debtors' personal security	..		44,31,079	80
60,835	27	59,124	90	(c) Debts considered doubtful or bad	...		3,02,734	95
52,93,372	02	11,42,279	17		Rs. ...		47,03,814	75
							11,98,996	16

Notes :

(1) Amount due by Directors or other Officers of the Company or any of them either severally or jointly with any other person ...

Nil	Nil	(a) Due by Directors	...	Nil	Nil
Nil	1,800 00	(b) Due by other Officers	...	Nil	1,800 00
Nil	1,800 00	Maximum amount due at any time during the year	...	Nil	1,800 00
Nil	Nil	(2) Amount due by firm or private companies respectively in which any Director of the Company is a Partner or a Director or a Member	...	Nil	Nil
		(3) Amount due from other Companies under the same Management	...		
5,276 30	3,67,783 08	(a) Hindusthan Heavy Chemicals Ltd.,	...	20,363 05	3,72,783 08
Nil	Nil	(b) James Murray & Co. Ltd.	...	Nil	35,000 00
890 55	Nil	(c) Hindusthan-Pilkington Glass Works Ltd	...	10,649 65	Nil
Nil	Nil	(d) Hindusthan Stanley Ltd.	...	10,129 80	Nil
Nil	Nil	(e) Hindusthan General Insurance Society Ltd.	...	8,920 00	Nil
		Maximum amount due at any time during the year			
...	3,71,450 00	(a) Hindusthan Heavy Chemicals Ltd.,	...	Nil	3,72,783 08
Nil	Nil	(b) James Murray & Co. Ltd.	...	Nil	35,000 00
Nil	Nil	(c) Hindusthan Pilkington Glass Works Ltd.	...	Nil	Nil

For Hindusthan Development Corporation Ltd.

For Talukdar Law & Co. Private Ltd.

P. N. TALUKDAR

MANAGING DIRECTOR

Managing Agents.

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW
D. N. MULLICK
M. CHAKRABARTY

Directors.

HINDUSTHAN DEVELOPMENT CORPORATION LIMITED

Statement regarding Subsidiary Companies.

1. Pursuant to Section 212 sub-section 3 of the Companies Act, 1956.

(i) Names of the subsidiary Companies	Total No. of shares of the Subsidiaries	No. of Shares held by Company
(a) Hindusthan Heavy Chemicals Ltd.	15,000 Pref. 35,000 Equity	1,529 Pref. 21,023 Equity
(b) James Murray & Co. Ltd.	12,060 Equity	12,040 Equity
(c) Lens & Scientific Instrument Co. Ltd.	1500 Equity	Out of the issued capital 1480 shares were held by James Murray & Co. Ltd.
(ii) The net aggregate of the profits and losses of these subsidiaries, after deducting their losses profits so far as it concerns members of the Company, are as follows :—		

	James Murray & Co. Ltd.	Hindusthan Heavy Chemicals Ltd.
For the financial year ended 31st December, 1962.	Rs. 9,052 00	(--) Rs. 5,25,462 00
For previous financial years	Rs. 84,858 00	(--) Rs. 1,08,198 00
	<u>Rs. 93,910 00</u>	<u>(--) Rs. 6,33,660 00 (Loss)</u>

No part of the above profits/losses have been taken into the accounts of the Company.

For Hindusthan Development Corporation Ltd.

For Talukdar Law & Co. Private Ltd.

P. N. TALUKDAR

Managing Director

Managing Agents.

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW
D. N. MULLICK
M. CHAKRABARTY

Directors

STATEMENT OF ACCOUNTS

REPORT OF THE DIRECTORS
OF
James Murray & CO., Ltd.

For the year ended 31st December, 1962.

To the Shareholders,

Your Directors beg to submit their Annual Report, together with the Audited Accounts of the Company, for the year ended 31st December, 1962.

The Profit & Loss Account of the Company, after providing for Depreciation amounting to Rs. 5,579.11 nP. shows a nett profit of Rs. 19,127.29 nP. against Rs. 20,992.25 nP. in the previous year. Taking into account a sum of Rs. 560.40 nP. being the balance carried forward from the previous year, there is a total credit balance of Rs. 19,687.69 nP. out of which provision has been made for Income-Tax in the Accounts to the extent of Rs. 10,620/-

Your Directors recommend that a dividend of 7½% (subject to deduction of Tax) on the Ordinary shares of the Company be paid, thereby absorbing Rs. 9,045/-, and the balance of Rs. 22.69 be carried forward.

Directorate: As per Sub-Section 1) of Section 256 of the Companies Act, Dr. N. N. Law retires by rotation and, being eligible, offers himself for re-election.

Auditors: The Auditors, Messrs. Ray & Ray, Chartered Accountants, retire and offer themselves for re-election.

Subsidiary Company: The last Audited Balance Sheet and Profit & Loss Accounts of the Subsidiary Company, together with the Directors' Report, are annexed hereto.

Calcutta, the 26th April, 1963

N. Law
P. N. Talukdar
P. K. Bose } *Directors.*

JAMES MURRAY & CO. LTD.

To

The Shareholders,
James Murray & Co., Ltd.
Calcutta.

Dear Sirs,

We have audited the attached Balance Sheet of JAMES MURRAY & COMPANY LIMITED as at 31st December, 1962 and the annexed Profit & Loss Account for the year ended on that date together with the schedule referred to therein. In our opinion, and to the best of our information and according to the explanations given to us the said accounts give the information required by the Companies Act, 1956, in the manner so required and the Balance Sheet gives a true and fair view of the state of the Company's affairs as at 31st December, 1962, and the Profit & Loss Account gives a true and fair view of the Profit for the year ended on that date.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. In our opinion proper books of account have been kept by the Company as required by law so far as appears from our examination of those books and the Balance Sheet and Profit & Loss Account of the Company are in agreement with the books of account.

6, Church Lane
Calcutta, the 26th April, 1963.

Yours faithfully,
RAY & RAY
Chartered Accountants,

JAMES MURRAY &

Balance Sheet

Figures as at 31. 12. 61		LIABILITIES		Figures as at 31. 12. 62.			
Rs.	nP.	Rs.	nP.	Rs.	nP.		
Share Capital :--							
Authorised							
3,00,000	00	30,000 Equity Shares of Rs. 10/- each		3,00,000	00		
Subscribed							
1,20,600	00	12,060 Equity Shares of Rs. 10/- each fully paid-up		1,20,600	00		
Note :--							
(i)	Of the above Shares 6000 shares are allotted as fully paid-up pursuant to a contract without payment being received in cash						
(ii)	Of the above shares 6030 shares are allotted as fully paid-up by way of Bonus shares						
(iii)	Out of 12060 Equity Shares 12040 shares are held by Messrs. Hindusthan Development Corporation Limited (Holding company)						
Reserve & Surplus :--							
General Reserve							
As per last Balance Sheet				85,000	00		
Surplus							
85,560	40	As per annexed Profit & Loss Account		22	69		
Secured Loans :--							
The Chartered Bank							
1,22,960	10	Secured against hypothecation of stock-in-trade together with a first charge over the Book Debts and Outstanding Bills		1,75,669	44		
Unsecured Loans :--							
25,000	00	Due to Hindusthan Development Corporation Ltd. (Holding Co.)			35,000	00	
Current Liabilities & Provisions :		Rs.	nP.				
A. Current Liabilities							
1,16,829	24	Sundry Creditors	1,30,234	17			
700	00	Staff Security Deposit	700	00	1,30,934	17	
B. Provisions							
9,775	00	Provision for Taxation 1962 c. y.	9,600	00			
12,060	00	Provision for Dividend for 1962 c. y.	9,045	00	18,645	00	
4,93,484	74				1,49,579	17	
						5,65,871	30

COMPANY LIMITED

as at 31st December, 1962

Figures as at 31. 12. 61.		ASSETS			Figures as at 31. 12. 62.			
Rs.	nP.	Fixed Assets :—	Rs.	nP.	Rs.	nP.		
		Furniture & Fittings—at cost						
		As per last account	34,225	91				
		Addition during the year	677	25				
			34,903	16				
		<i>Less—Depreciation</i>	Rs.	nP.				
		Brought forward	16,840	67				
17,385	24	Since added	1,749	81	18,590	48		
					16,312	68		
		Motor Car—at cost						
		As per last account	41,490	34				
		<i>Less—Depreciation</i>						
		Brought forward	22,343	85				
19,146	49	Since added	3,829	30	26,173	15		
					15,317	19		
						31,629	87	
		Investment at cost (Unquoted)						
		(i) In Government Securities						
		12 years National Savings Certificate			700	00		
		Note :— (The above Investments are held against staff security deposit per contra)						
		(ii) In Subsidiary Co.						
		1480 Ordinary Shares of Rs. 100/- each fully called up of Messrs Lens & Scientific Instrument Co. Ltd.			81,925	00		
1,07,605	00	(iii) 2498 Ordinary Shares of Rs. 10/- each fully called up of Hindusthan Stanley Ltd.			24,980	00		
						1,07,605	00	
		Current Assets, Loans & Advances :—						
3,49,348	01	As per Schedule "A"						
						4,26,636	43	
4,93,484	74							
							5,65,871	30

For James Murray & Co. Ltd.
N. GANGULI
Secretary.

N. LAW
P. N. TALUKDAR
P. K. BOSE } Directors.

JAMES MURRAY &

Profit and Loss Account

Figures for the previous year ending 31. 12. 61.				Figures for the current year ending 31. 12. 62.		
Rs.	nP.	Rs.	nP.	Rs.	nP.	
1,42,230	71	To Stock as on 1st January, 1962		4,70,067	66	
4,39,313	05	.. Purchases (Including wages Rs. 13,536.00)		12,980	08	
26,552	38	.. Duty, Landing & Clearing charges		3,756	16	
5,592	31	.. Freight & Delivery charges		2,284	72	
2,801	98	.. Packing Expenses				
2,19,581	33	.. Gross Profit carried Down				
8,36,071	76					
1,21,884	51	To Salary including Bonus		1,30,004	30	
576	00	.. Directors' Fee		608	00	
2,706	97	.. Contribution to Provident Fund		4,384	51	
5,310	85	.. Light & Fan		4,697	47	
21,600	00	.. Rent		21,600	00	
1,250	00	.. Insurance		1,250	00	
2,853	76	.. Rates & Taxes		2,853	76	
3,059	82	.. Repairs to Buildings		135	00	
13,100	80	.. Selling Commission		8,466	80	
3,631	70	.. Interest on Overdraft		7,438	64	
5,997	36	.. Depreciation		5,579	11	
7,289	73	.. Advertisement		3,892	32	
14,510	08	.. Travelling & Motor Car Expenses		16,403	16	
16,072	61	.. Miscellaneous (Audit Fee Rs. 1000/-)		15,640	90	
20,992	25	.. Net Profit for the year carried down				
2,40,836	44					
				2,42,081	26	
9,775	00	To Provision for Income-tax for 1962	9,600.00			
12,060	00	.. Add Short provision for Income-tax for 1961 c. y.	1,020.00	10,620	00	
560	40	.. Proposed Dividend for 1962 c. y.		9,045	00	
		.. Balance to Balance Sheet			19,665	00
					22	69
22,395	40					
				19,687	69	

6, Church Lane,
Calcutta, the 26th April, 1963

RAY & RAY
Chartered Accountants, } Auditors,

COMPANY LIMITED

for the year ending 31st. December, 1962

Figures for the previous year ending 31. 12. 61.				Figures for the current year ending 31. 12. 62.			
Rs.	nP.	Rs.	nP.	Rs.	nP.	Rs.	nP.
7,20,577	98	By Sales (Including clock maintenance Rs. 6920/-)		6,35,552	02		
1,15,493	78	,, Stock		1,96,646	10		
8,36,071	76					8,32,198	12
2,19,581	33	By Gross Profit brought down		2,27,615	72		
248	46	,, Interest		124	50		
13,800	00	,, Rent		13,800	00		
7,206	65	,, Miscellaneous Receipts		541	04	14,465	54
2,40,836	44					2,42,081	26
20,992	25	By Net Profit for the year brought down		19,127	29		
1,156	93	,, Balance brought forward as per last Balance Sheet		560	40		
246	22	,, Excess Provision for Income-tax for 1960 c. y.		...			
22,395	40					19,687	69

For James Murray & Co. Ltd.
N. GANGULI
Secretary.

N. LAW
P. N. TALUKDAR
P. K. BOSE } Directors.

JAMES MURRAY & COMPANY LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962.

Figures as at 31. 12. 61.		Schedule 'A'	Figures as at 31. 12. 62.		
Rs.	nP.		Rs.	nP.	
Current Assets, Loans & Advances					
(A) Current Assets					
1,15,493	78	1. Stock in Trade : at cost or under, as taken, valued and certified by Secretary	1,96,646	10	
...		2. Goods in transit, at cost	41,332	31	
2,14,191	16	3. Sundry Debtors :			
		(a) Debts outstanding for a period exceeding 6 months	27,659	54	
		(b) Other Debts	1,51,318	92	
1,758	62	4. Cash & Bank Balances :			
		(a) Cash in hand	1,207	57	
		(b) Postage stamp in hand	9	45	
			9	45	
			1,217	02	
(B) Loans and Advances					
5,337	50	5. Advances recoverable in cash or in kind or for value to be received	2,687	50	
8,681	96	6. Advance payment of Income-tax for the accounting year 1962	5,334	00	
3,884	99	7. West Bengal Sales Tax Refundable	441	04	
			8,462	54	
			4,26,636	43	
<hr/>					
Particulars :—		Sundry Debtors	Loans & Advances		
		Nil	Nil		
		1,76,252	35	8,462	54
		2,726	11	Nil	
		<hr/>	<hr/>	<hr/>	<hr/>
		1,78,978	46	8,462	54
<hr/>					
Notes :—					
		(i) Amount due by Directors or other officers of the Company or any of them either severally or jointly with any other person is	Nil	Nil	
		(The maximum amount due by Director or other officers of the company at any time during the year is	Nil	Nil	
		(ii) Amount due by firms or private companies respectively in which any Director is a partner or a Director or a member is	Nil	Nil	
		(iii) Amount due from other companies under the same management is	Nil	Nil	

JAMES MURRAY & COMPANY LIMITED
Statement regarding Subsidiary Company

I. Pursuant to Section 212, sub-section 3 of the Companies Act 1956.

(i) Name of the subsidiary Co.	Total No. of shares of the subsidiary	No. of shares held by Company
(a) Lens & Scientific Instrument Co., Ltd.	1500 Equity	1480 Equity
(ii) Net aggregate amount so far as it concerns members of the holding Company and is not dealt with in the Company's account.		
(a) For the subsidiary's financial year ended 31st December, 1962		
	Profit	Loss
Lens & Scientific Instrument Co., Ltd.	...	Rs. 57,743 68
(b) For the previous years		
Lens & Scientific Instrument Co., Ltd.	...	Rs. 60,191 49
(iii) Net aggregate amount of the subsidiary's Profits & Losses dealt with in the Company's account		
(a) For the subsidiary's financial year ended 31st December, 1962		
Lens & Scientific Instrument Co., Ltd.	Nil	Nil
(b) For the previous financial years		
Lens & Scientific Instrument Co., Ltd.	Nil	Nil

2. Pursuant to Section 212, sub-section 5 of the Companies Act 1956

Not applicable as the financial year of the subsidiary Company coincides with that of the holding Company.

For James Murray & Co. Ltd.
N. GANGULI
Secretary.

N. LAW
P. N. TAIUKDAR
P. K. BOSE

} Directors.

REPORT OF THE DIRECTORS
OF
Lens & Scientific Instruments Co., (Private) Ltd.

For the year ended 31st December, 1962.

To the Shareholders,

Your Directors present herewith their Annual Report, together with the Audited Accounts of the Company, for the year ended 31st. December, 1962.

The working result of the period is Nil and only shows an expenditure of Rs. 319.37 nP. To this has been added a sum of Rs. 61,004.89 nP., being the balance carried forward from the previous year. After necessary adjustments of excess provision of Income Tax, viz : Rs. 2,228.56 nP. and Liability written back, viz : Rs. 572.20 np. the total debit balance that was carried to Balance Sheet is Rs. 58,524.00 np.

Directorate : As per Sub-section 256 of the Companies Act, Dr. N. N. Law retires by rotation and, being eligible, offers himself for re-election.

Auditors : The Auditors, Messrs. Ray & Ray, Chartered Accountants, retire and offer themselves for re-election.

Calcutta, the 26th April, '63.

N. N. Law
P. N. Talukdar
P. K. Bose } *Directors*

STATEMENT OF ACCOUNTS

LENS & SCIENTIFIC INSTRUMENT

Balance Sheet

Figures for the previous year i. e. as on 31st December, 1961		LIABILITIES		Figures for the current year i. e. as on 31st December, 1962	
Rs.	nP.	Rs.	nP.	Rs.	nP.
SHARE CAPITAL :					
Authorised—					
10,00,000 00		10,000 Equity Shares of Rs. 100/- each		10,00,000 00	
Issued, Subscribed & Paid up					
		1,200 Equity Shares of Rs. 100/- each fully called & paid up in cash		1,20,000 00	
1,50,000 00		300 Equity Shares of Rs. 100/- each issued as fully paid up pursuant to a contract without payment being received in cash		30,000 00	1,50,000 00
Note :— Of the above 1,480 Shares are held by James Murray & Co. Ltd., (The Holding Company)					
Current Liabilities & Provisions :					
Current Liabilities					
Sundry Creditors					
		(i) Goods		...	
		(ii) Expenses		250 00	
11,754 52		(iii) Other Finance (Customer's Advance)		4,000 00	4,250 00
1,61,754 52		Total Rs.		.....	1,54,250 00

We have audited the above Balance Sheet of **Lens & Scientific Instrument Company Private Limited** as at 31st December, 1962, and also the annexed Profit & Loss Account of the Company for the year ending on that date and have to report that we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. In our opinion proper books of accounts as required by law have been kept by the Company, so far as appears from our examination of the books. The Balance Sheet and Profit & Loss Account dealt with by the report are in agreement with the books of account. In our opinion and to the best of our information and according to the explanations given to us, the accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in the case of the Balance Sheet of the state of affairs of the Company as at 31st December, 1962, and in the case of the Profit & Loss Account, of the Loss for the year ended on that date.

6, Church Lane,
Calcutta, the 26th April, 1963

(36)

RAY & RAY
Chartered Accountants } Auditors

COMPANY, LIMITED

as at 31st December, 1962

Figures for the previous year i. e. as on 31st December, 1961	ASSETS				Figures for the current year i. e. as on 31st December, 1962	
	Rs.	nP.	Rs.	nP.		
Fixed Assets :						
Trade Mark & Patent Rights (at cost)						
30,000 00			As per last account		30,000 00	
Furniture and Fitting (at cost)						
			As per last account	2,724 64		
			Less Depreciation —			
1,120 47			Brought forward	1,604 17	1,120 47	
			Since added	Nil		
				1,604 17		
Tools and Machinery (at cost)						
			As per last account	79,079 64		
			Less Depreciation			
24,538 67			Brought forward	54,540 97	24,538 67	
			Since added	Nil	55,659 14	
				54,540 97		
Current Assets, Loans and Advances :						
			As per Schedule "A"		40,066 86	
45,090 49						
Miscellaneous Expenditure :						
			Profit and Loss Account			
61,004 89			As per annexed Account		58,524 00	
1,61,754 52			Total Rs.		1,54,250 00	

Pro Lens & Scientific Instrument Co., Ltd.

N. GANGULI

Manager.

N. LAW
P. N. TALUKDAR
P. K. BOSE } Directors.

LENS & SCIENTIFIC INSTRUMENT

Profit and Loss Account for the

Figures for the previous year i. e. as on 31st December, 1961		Figures for the current year i. e. as on 31st December, 1962	
Rs.	nP.	Rs.	nP.
31 25	To Licence Fee		...
	,, Postage & Stamps	66 37	
86 24	,, General Charges		...
1,004 00	,, Law Charges		...
2 12	,, Printing & Stationery	2 50	
180 00	,, Directors' Fee		...
5 00	,, Advertisement		...
5 00	,, Bank Charges	1 00	
250 00	,, Audit Fee	250 00	
1,563 61		319 87	
		Total Rs.	
1,563 61	To Net Loss brought down	319 87	
58,333 58	,, Balance as per last account	61,004 89	
5,107 70	,, Short provision for Income-Tax		...
65,004 89		61,324 76	
		Total Rs.	
<p>Note :—No depreciation has been considered into the accounts as the assets are not in use.</p>			

6, Church Lane
Calcutta, the 26th April 1963

RAY & RAY
Chartered Accountants } Auditors.

COMPANY, LIMITED

year ending 31st December, 1962

Figures for the previous year i. e. as on 31st December, 1961		Figures for the current year i. e. as on 31st December, 1962	
Rs.	nP.	Rs.	nP.
1,563	61	By Net Loss carried down	319 87
<hr/>	<hr/>	<hr/>	<hr/>
1,563	61	319 87	<hr/>
<hr/>	<hr/>	<hr/>	<hr/>
...	By Excess Provision of Income-tax	2,228 56	
4,000	00	.. Liability written back	572 20
61,004	89	.. Balance carried to Balance Sheet	58,524 00
<hr/>	<hr/>	<hr/>	<hr/>
65,004	89	61,324 76	<hr/>
<hr/>	<hr/>	<hr/>	<hr/>

For Lens & Scientific Instrument Co., Ltd.
N. GANGULI
Manager.

N- LAW
P. N. TALUKDAR }
P. K. BOSE } Directors.

LENS & SCIENTIFIC INSTRUMENT COMPANY LTD

Schedule forming part of the Balance Sheet as at 31st December, 1962

Figures for the
previous year
i. e. as on 31st
December, 1961

Schedule 'A'

Figures for the
current year
i. e. as on 31st
December, 1962

Rs.	nP.	Current Assets, Loans & Advances	Rs.	nP.	Rs.	nP.
A. Current Assets						
42,000	00	(1) Debts outstanding for a period exceeding six months	39,847	30		
394	43	(2) Cash & Bank Balances—				
		With National & Grindlays Bank Ltd., on				
		Current Account	21	05		
		,, Lloyds Bank Ltd., on Current A/c.	..			
		Cash in hand	113	51	134	56
42,394	43				39,981	86
B. Loans and Advances—						
145	00	Deposit Account Calcutta Electric Supply	85	00		
2,551	06	Advance Income-tax (Old)	..	..	85	00
45,090	49				40,066	86
Particulars of Sundry Debtors, Loans & Advances—						
			Sundry Debtors		Loans & Advances	
		(a) Amount considered good and in respect of which the company is fully secured	Nil		Nil	
		(b) Amount considered good for which the company holds no security other than the Debtors' personal security	39,847	30	85	00
		(c) Amount considered doubtful or bad	Nil		Nil	
			39,847	30	85	00

Notes :—

- (i) Amount due by Directors or other officers of the Company or any of them either severally or jointly with any other person is Rs. Nil
(The maximum amount due by Directors or other officers of the Company at any time during the year is Rs. nil)
- (ii) Amount due by firms or private companies respectively in which any Director is a partner or a director or a member is Rs. Nil
- (iii) Amount due from other companies under the same management
M/s. James Murray & Co. Ltd. Rs. 39,847 30
(Holding Company)

REPORT OF THE DIRECTORS'
OF
Hindusthan Heavy Chemicals Limited

To

The Shareholders,

Your Directors beg to submit their Sixteenth Annual Report, together with the Audited Accounts of the Company for the year ending the 31st December, 1962.

The Profit & Loss Account of the Company, after providing for increased depreciation amounting to Rs. 3,55,515·44nP. and also taking into account the Development Rebate Reserve to the extent of Rs. 1,720·95nP. shows a nett loss of Rs. 8,61,347·66nP.

The year under review, being a period of transition from the commencement to the final implementation of the first stage of the Company's expansion scheme, was marked with problems and difficulties in many respects. The old Caustic/Chlorine plant, which was still the mainstay, presented many technical handicaps and needed recurring repairs that considerably raised the factory's operational expenses. In addition, failure and restrictions of electric power at regular intervals also proved to be a source of frequent interruptions. Production, therefore, did not come up to a satisfactory level, and the working results of the Company were adversely affected.

The Government control on the selling prices of Caustic Soda, Chlorine, Hydrochloric and Sulphuric Acids continues to be an unsettling factor in the running of the industry, particularly the smaller units. It is an anomaly that while the prices of these chemicals remain fixed, those of the raw materials and other ingredients of production are allowed to move up unfettered. Furthermore, in imposing the control, the Government have not also taken account of the difficult problems of road and railway transport, together with the increasing rates of traffic and the abnormally rising costs of labour, electric power and transportation of coal the increases in which ranged from 9% to 42% during the last year. As a result, the fixed selling prices have become totally unrealistic and extremely uneconomic, having no practical relation to the actual costs of production. This is a serious problem that the Company will have to confront until the Government decides to revise its present price policy. The prospects of profitability should, therefore, be considered as meagre, if conditions remain as at present

and so long as the Company is not in a position to substantially expand its present capacity to place the plant on a more economic footing. Representations made to the Government urging the revision of prices on the basis of costs have not so far produced the desired result. The matter is, however, being further pursued.

With a view to converting the existing plant into an economic unit, the Company, as reported last year, launched the first phase of its expansion programme, involving a capital expenditure of about Rs. 70 lacs, to raise the productive capacity of the Caustic Soda plant to 13 tons per day as against that of 6 tons at present. The implementation of the scheme proceeded according to plan throughout the major part of last year. Unfortunately, however, due to unforeseen difficulties arising from the present national emergency, the completion of the project had to be delayed by a few months beyond the original time schedule. Nevertheless, the installation of the new plant has now been satisfactorily completed. It has also been put into commission and trial runs are being given under the supervision of foreign engineers deputed by the suppliers, Messrs. Krebs & Cie of Paris. Production on a commercial scale is expected to commence shortly, whence the Company's working position is likely to improve. It is not possible, however, to make an estimate of the profitability of the expanded unit until the question of prices is satisfactorily settled by the Government. Also, as pointed out in the last year's Report, the 13-ton plant may not yet be fully economic, if it is not supplemented by an additional 7-ton unit, at a total cost of about Rs. 30 lacs, to raise the total capacity for production of Caustic Soda to 20 tons per day, which is considered the minimum to ensure an optimum result. The matter is engaging your directors' constant attention, and provisions have already been made within the existing factory premises to permit of the required expansion at the minimum cost, as soon as arrangements could be made for the purchase and installation of the additional plant.

Directors: Agreeably to Articles 118 of the Articles of Association of the Company Shri P. N. Talukdar and Shri A. C. Law retire by rotation and being eligible offer themselves for re-election.

Auditors: Messrs Ray & Ray, Auditors of the Company retire but offer themselves for re-election.

Calcutta,
The 17th June, 1963.

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW } Directors.

N. B.—In accordance with the usual practice the Directors nominated by the Industrial Finance Corporation of India did not sign the Report and Accounts.

AUDITORS' REPORT

To

The Shareholders,
Hindusthan Heavy Chemicals Ltd.
4, Chittaranjan Avenue,
Calcutta-13.

Dear Sirs,

We have audited the Balance Sheet of HINDUSTHAN HEAVY CHEMICALS LTD. as at 31st December, 1962 and the Profit & Loss Account for the year ended on that date, together with the notes and schedules referred to therein. In our opinion, and to the best of our information and according to the explanations given to us, the said accounts together with the notes thereon give the information required by the Companies Act, 1956, in the manner so required and the Balance Sheet gives a true and fair view of the state of the Company's affairs as at 31st December, 1962 and the Profit & Loss Account gives a true and fair view of the Loss for the year ended on that date.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit. In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books and the Balance Sheet and the Profit & Loss Account of the Company are in agreement with the books of account.

Yours faithfully,

6, Church Lane,
Calcutta.

The 17th June, 1963.

RAY & RAY,
Chartered Accountants, } *Auditors.*

Hindusthan Heavy

Balance Sheet as at

Figures for the previous year i. e. as on 31st December, 1961.		LIABILITIES.	Figures for the current year, i. e., as on 31st December, 1962.	
Rs.	nP.		Rs.	nP.
		Share Capital :— As per Schedule "A"		
30,95,900	00		37,95,900	00
		Reserves & Surplus :— As per Schedule "B"		
69,550	00		71,270	95
		Secured Loans :— As per Schedule "C"		
15,48,614	97		63,70,454	44
		Unsecured Loans :— As per Schedule "D"		
4,74,975	00		3,72,783	08
		Current Liabilities & Provisions :— As per Schedule "E"		
5,20,472	46		10,18,905	96
		Notes :— (i) Figures for the previous year have been re-arranged as far as practicable to conform to the groupings in the current year.		
		(ii) Contingent Liabilities in respect of :— (a) Uncalled Liability on Shares of Capexil (Agencies) Ltd., Rs. 4,000'00		
		(b) Arrears of fixed Cumulative Dividend on 4% Tax free Cumulative Preference Shares-- (i) for 1961 -Rs. 69,986'80 (ii) for 1962—Rs. 69,986'80 On 9% "A" Cumulative Preference Shares for 1962—Rs. 13,106'81		
		(c) Estimated amount of contracts remaining to be executed on Capital and not provided for Rs.1,33,733'70		
			Total Rs.	1,16,29,314 43
57,09,512	43			

In terms of our attached report of even date.

6, Church Lane,
Calcutta, the 17th June, 1963.

RAY & RAY,
Chartered Accountants, } Auditors.

Chemicals Limited

31st December, 1962

Figures for the previous year i. e. as on 31st December, 1961.	ASSETS		Figures for the current year i. e. as on 31st December, 1962.	
	Rs.	nP.		
Fixed Assets :				
26,01,643 84	As per Schedule "F"		22,65,210 07	
2,75,698 21	Capital Construction in Progress As per Schedule "G"		61,82,501 97	84,47,712 04
Investment :				
...	5 Equity Shares of Capexil (Agencies) Ltd., of Rs. 1,000/- each, partly paid up			1,000 00
Current Assets, Loans & Advances :-				
25,82,487 31	As per Schedule "H"			20,54,387 21
Miscellaneous Expenditure :-				
2,49,683 07	Profit & Loss Account as per Annexed Account			11,26,215 18
57,09,512 43			Total Rs.	1,16,29,314 43

For TALUKDAR LAW & CO. Private Ltd.

P. N. TALUKDAR
Managing Director,
MANAGING AGENTS

N. LAW
P. N. TALUKDAR
P. K. BOSE
A. C. LAW } Directors.

Hindusthan Heavy

Profit and Loss Account for the

Previous year			Current year
	Rs. nP.	Rs. nP.	Rs. nP.
1,44,174 00	To Opening Stock Finished Products Work-in-Process	72,454 00 37,200 00	1,09,654 00
6,82,809 52	.. Consumption of Raw Materials-- Opening Stock Add Purchases	1,80,204 00 8,40,418 03 10,20,622 03	
	<i>Less</i> —Closing Stock as per Balance Sheet	2,81,030 20	7,39,591 83
	.. Excise Duty paid during the year	95,141 34	
	<i>Less</i> —Recovered	74,513 51	20,627 83
	.. Electricity, Power & Fuel—		
2,08,449 49	Coal— Opening Stock Add—Purchases	Rs. 16,916.00 .. 3,24,361.38 3,41,277.38	
	<i>Less</i> —Closing Stock as per Balance Sheet	Rs. 45,891.60	2,95,385 78
3,17,701 58	Electricity	3,82,576 80	6,77,962 58
5,26,151 07			
6,24,575 31	.. Salary, Wages & Bonus	6,68,002 55	
25,864 75	.. Contribution to Provident Fund	30,900 71	
24,839 73	.. Staff & Workmen Welfare expenses	30,287 70	7,29,190 96
6,75,279 79			
2,29,295 80	.. Repairs & Maintenance— Plant & Machinery Buildings & Sheds Others	2,35,892 95 15,266 81 20,113 42	2,71,273 18
26,760 68	.. Consumption of Stores & Spare Parts		32,402 89
20,087 86	.. Rent, Rates & Taxes— Rent Rates & Taxes	9,389 20 11,837 17	21,226 37
21,679 30	.. Insurance Premium		19,928 27
58,441 98	.. Sole Selling Agency Commission		52,370 78
3,01,898 37	.. Depreciation on fixed Assets		3,55,515 44
34,568 68	.. Interest on Fixed Loan	29,568 71	
25,299 22	.. Interest on Overdraft	29,798 87	59,367 58
61,345 98	.. Miscellaneous Expenses		43,547 33
10,761 69	.. Loss on Capital Assets		Nil
2,800 00	.. Directors' Fees		2,500 00
1,750 00	.. Audit Fee		1,750 00
20,000 00	.. Managing Agents' Minimum Remuneration		20,000 00
28,43,103 94	Carried over		31,56,909 04

Chemicals Limited

year ending 31st December, 1962

Previous year				Current year		
Rs.	nP.	Rs.	nP.	Rs.	nP.	
23,70,694	61	By Sales		21,06,019	64	
141	44	.. Bank Interest		90	66	
14,908	90	.. Interest on Calls in arrear		Nil		
...		.. Share Transfer Fee		8	00	
8,171	34	.. Miscellaneous Income		38,365	16	
1,09,654	00	.. Closing Stock as per Balance Sheet—				
		Finished Products	Rs. 95,727	92		
		Work-in-Process	55,350	00	1,51,077	92
3,39,533	65	.. Net Loss for the year carried down		8,61,347	66	
28,43,103	94	Carried over		31,56,909	04	

Hindusthan Heavy

Profit and Loss Account for the

Chemicals Limited

year ending 31st December, 1962

For TALUKDAR LAW & CO. Private Ltd.
P. N. TALUKDAR
Managing Director,
MANAGING AGENTS

N. LAW
 P. N. TALUKDAR
 P. K. BOSE
 A. C. LAW } Directors.

HINDUSTHAN HEAVY CHEMICALS LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962

Previous year		Schedule "A"		Current year	
Rs.	nP.	Rs.	nP.	Rs.	nP.
SHARE CAPITAL—					
Authorised—					
1,00,00,000 00		1,00,000 Shares of Rs. 100/- each		1,00,00,000 00	
Issued, Subscribed and Paid up—					
15,00,000 00		(i) 15,000 4% Cumulative (Tax-free) Preference Shares of Rs. 100/- each, fully called up.		15,00,000 00	
		<i>Less</i> —Calls unpaid :			
		(a) By Mg. Agents	Nil		
		(b) By Directors	Nil		
1,54,100 00		(c) By Others	Rs. 1,54,100.00	1,54,100 00	
				13,45,900 00	
(ii) 10,000 9% "A"					
		Cumulative Preference Shares (subject to tax) of Rs. 100/- each fully called up	Rs. 10,00,000.00		
		<i>Less</i> —Calls unpaid :			
		(a) By Mg. Agents	Nil		
		(b) By Directors	Nil		
		(c) By Others	Rs. 3,00,000.00	7,00,000 00	
17,50,000 00		(iii) 35,000 Equity Shares of Rs. 100/- each, Rs. 50/- per share called up		17,50,000 00	37,95,900 00
Note :— Of the above, 21,023 Equity Shares and 1,529 4% Cumulative (Tax Free) Preference Shares are held by Hindusthan Development Corporation Ltd., the holding company.					
<hr/> 30,95,900 00				<hr/> 37,95,900 00	
Schedule "B"					
Rs.	nP.	Rs.	nP.	Rs.	nP.
RESERVE & SURPLUS :—					
Development Rebate Reserve—					
69,550 00		(a) Balance as per last a/c		69,550 00	
		(b) Add amount transferred from Profit & Loss a/c		1,720 95	71,270 95
<hr/> 69,550 00				<hr/> 71,270 95	

HINDUSTHAN HEAVY CHEMICALS LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962

Previous year	Schedule "C"		Current year			
Rs.	nP.	SECURED LOAN	Rs.	nP.	Rs.	nP.
11,00,000 00		(i) Industrial Finance Corporation of India-Secured by Mortgage of Land, Buildings, Machinery etc., as mentioned in the Mortgaged Deeds dated the 13th March 1950, 25th March 1954 and 28th April 1961. The 1st loan of Rs. 12.50 lacs has been guaranteed by Shri P. N. Talukdar and Shri P. R. Sarker. The 2nd and 3rd loan of Rs. 2.50 lacs and Rs. 10.50 lacs have been guaranteed by Shri P. N. Talukdar.	21,50,000 00			
4,48,614 97		(ii) Temporary Loan from National & Grindlays Bank Ltd. Secured by pledge of Merchandise. (iii) Bank Overdraft from National & Grindlays Bank Ltd. Secured by hypothecation of stock of raw materials, finished products, stores etc. and by a charge over Book Debts and further guaranteed by M/s. Talukdar Law & Co. Private Ltd., Managing Agents and Mr. P. N. Talukdar (Director) in his personal capacity.	2,72,400 00		8,47,546 18	
15,48,614 97		(iv) Deferred Payment for Plant & Machinery supplied by M/s. Krebs & Cie, Venot & Cie and Le Matériel Électrique S. A., Paris, guaranteed by Industrial Finance Corporation of India.	31,00,508 26		63,70,454 44	<u>63,70,454 44</u>
Rs.	nP.	Schedule "D"	Rs.	nP.	Rs.	nP.
UNSECURED LOAN:						
4,74,975 00		From Hindusthan Development Corporation Ltd., the Holding Company.			3,72,783 08	
4,74,975 00					3,72,783 08	
Previous year	Schedule "E"		Current year			
Rs.	nP.	CURRENT LIABILITIES & PROVISIONS :	Rs.	nP.		
3,20,969 78		Current Liabilities	8,45,488 14			
3,828 75		(i) Sundry Creditors	5,861 65			
69,641 63		(ii) Interest accrued but not due on secured loans	1,09,421 05			
81,025 15		(iii) Liabilities for Expenses				
27,642 52		(iv) In Current Account with Talukdar Law & Co. Private Ltd., Managing Agents	21,849 40			
11,682 51		(v) Unclaimed & Unpaid Dividend— (a) Preference Shares	Rs. 22,515 64			
5,682 12		(b) Equity Shares	11,673 76			
5,20,472 46		(vi) Other Liabilities				
			34,189 40			
			2,096 32			
			10,18,905 96			

Hindusthan Heavy
Schedule forming part of the Balance Sheet

Fixed Assets

Schedule

(Unit :

TYPE OF ASSETS	Cost to 31st December, 1961.	Additions during the year ended 31st December, 1962		Less Sold or Scrapped during the year ended 31st December, 1962	
		Rs.	nP.	Rs.	nP.
Land	2,14,152 90		...		
Buildings & Sheds	11,62,438 31		4,529 08		
Plant & Machinery	26,83,422 30		9,653 75		
Laboratory Equipment	11,781 45		...		
Electrical Plant & Equipment	3,21,742 76		1,812 37		
Tube-well, Pump & Water System	27,406 13		..		
Vehicles, Tractors & Trailors	86,750 65		...		
Furniture & Fixtures	22,675 99		3,072 47		
Chlorine Cylinder	2,67,447 13		...		
TOTAL	47,97,817 62		19,081 67		
Figures as at 31st December, 1961.	47,12,444 99		110,372 63		25,00 00

Chemicals Limited

as at 31st December, 1962

'F'

Rs.)

Total Cost to 31st December, 1962	Depreciation provided to 31st December, 1961	Depreciation provided for the year ended 31st December, 1962	Less Adjustment of Depreciation in respect of Assets sold or scrapped during the year ended 31st December, 1962	Total Depreciation provided to 31st December, 1962	Net fixed Assets as at 31st December, 1962	Net Fixed Assets as at 31st December, 1961
Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.	Rs. nP.
2,14,152 90	...	...	...	...	2,14,152 90	2,14,152 90
11,66,967 39	3,72,460 31	34,184 02	4,06,644 33	7,60,323 06	7,89,978 00	
26,93,076 05	14,32,718 91	2,75,978 62	17,08,697 53	9,84,378 52	12,50,703 39	
11,781 45	5,391 54	638 99	6,030 53	5,750 92	6,389 91	
3,23,562 13	1,58,344 40	24,782 67	1,83,127 07	1,40,435 06	1,63,398 36	
27,406 13	15,819 41	811 07	16,630 48	10,775 65	11,586 72	
86,750 65	68,687 95	4,074 94	72,762 89	13,987 76	18,062 70	
25,755 46	9,293 07	1,646 24	10,939 31	14,816 15	13,382 92	
2,67,447 13	1,33,458 19	13,398 89	1,46,857 08	1,20,590 05	1,33,988 94	
48,16,899 29	21,96,173 78	3,55,515 44	25,51,689 22	22,65,210 07	26,01,643 84	
47,97,817 62	19,08,513 72	3 01,898 37	14,238 31	21,96,173 78	26,01,643 84	

Note :—(i) The title deeds in respect of the Company's factory land are held by Industrial Finance Corporation of India.

HINDUSTHAN HEAVY CHEMICALS LIMITED

Schedule forming part of Balance Sheet as at 31st December, 1962

Capital Construction in Progress

Previous year	Schedule "G"	Current year
Rs. nP.		Rs., nP.
	(i) Plant & Machinery under installation	39,01508 68
	(ii) Mercury	3,23,790 74
	(iii) Buildings & Sheds under construction	10,32,356 35
	(iv) Stock of Building materials, Expenditure during construction period, etc.	3,06,811 52
	(v) Interest on Loans and on deferred payments.	6,18,034 68
2,75,698 21		61,82,501 97

HINDUSTHAN HEAVY CHEMICALS LIMITED

Schedule forming part of the Balance Sheet as at 31st December, 1962

Previous year.		Schedule "H"		Current year	
Rs.	nP.	Rs.	nP.	Rs.	nP.
CURRENT ASSETS, LOANS & ADVANCES—					
(A) Current Assets .					
26,696 38		(i) Interest accrued on calls in arrears		Nil	
6,96,404 37		(ii) Stock in Trade as taken valued and certified by Managing Agents-		6,71,652 26	
1,80,204 00		(a) Store & Spare parts at cost		2,81,030 20	
37,200 00		(b) Raw materials at cost		55,350 00	
16,916 00		(c) Work in process at cost		45,891 60	
72,454 00		(d) Coal at cost		95,727 92	11,49,651 98
10,03,178 37		(e) Finished Product at cost or market value whichever is lower			
2,85,642 51		(iii) Sundry Debtors--		27,400 90	
1,20,033 94		(a) Debts outstanding for a period exceeding six months.		1,75,784 75	2,03,185 65
1,844 02		(b) Other Debts			
2,75,916 39		(iv) Cash & Bank Balances:-		22,203 63	
1,02,122 44		(a) Cash in hand		6,220 57	28,424 20
12,153 26		(b) At Bank on Current a/c.			
7,54,900 00				5,78,342 00	13,81,261 83
(B) Loans & Advances					
25,82,487 31		(v) Advances recoverable in cash or in kind or value to be received		79,099 53	
12,153 26		(vi) Security deposit		15,683 85	
7,54,900 00		(vii) Deposit with I. F. C. I. in respect of deferred payment and or import of machinery			
25,82,487 31				6,73,125 38	
20,54,387 21					

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